



State of Utah

Department of
Natural Resources

Division of
Oil, Gas & Mining

ROBERT L. MORGAN
Executive Director

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

March 16, 2004

TO: Lowell P. Braxton, Director

THRU: Mary Ann Wright, Associate Director *MAW*

THRU: Wayne Hedberg, Permit Supervisor *WH*

FROM: Doug Jensen, Senior Reclamation Engineer *DJ*

SUBJECT: Request for Approval of Form and Amount of Updated Reclamation Surety, Holcim (US) Inc., Poverty Point Mine, M/045/012, Tooele County, Utah

On September 23, 2003, the Division issued a Potential Noncompliance and Division Directive to Holcim Inc. for expanding beyond their permitted area. The discovery of the non-compliance and issuance of this Division Directive was a result of the Division's 5-year review of the plan for bond escalation purposes.

On October 1, 2003, we received a revision to add the additional 6.69 acres to the Poverty Point Mine plan. After finalizing our review, it was determined that the bond would need to be increased from \$29,700 to \$47,400 to cover the increase of the disturbed area.

On January 30, 2004, the operator provided the Division with an "Increase Certificate" issued by their current surety company, Travelers Casualty and Surety, increasing the surety to \$47,400 to year 2008 dollars. On February 24, 2004, we received the replacement Reclamation Contract which is tied to the surety.

If you are in agreement with the acceptance of the updated reclamation surety please sign and date the documents. We will then send the operator copies of the executed documents. Thank you for your consideration of this request.

DJ:jb
Enclosure: MR-RC & surety
O:\M045-Tooele\M0450012-PovertyPoint\Final\Dir-sign-mem-03162004.doc

Agree
L P Braxton
3/24/04